



MEMORANDUM

To: The Investment Committee
California Public Employees Retirement System (CalPERS)

Date: June 13, 2011

From: Pension Consulting Alliance, Inc. *mgh*

cc:

RE: Alternative Investment Management (AIM) Delegated Authority

PCA has previously assisted Staff in formulating its Delegated Authority set forth in Delegation No. 07-02-INV which recognized market dynamics and gave them sufficient authority to be competitive in the existing environment. In May 2010, the Senior Investment Officer position was vacated and the Delegation was revised to reflect that. On May 31, 2011, Mr. Réal Desrochers was appointed as AIM's Senior Investment Officer and Staff wishes to reinstate the level of Delegated Authority that existed before the vacancy. The June 13, 2011 revision does that.

PCA recommends that the Investment Committee approve the Alternative Investment Management Delegation No. 07-02-INV, revised June 13, 2011.